

AGENDA



Thursday, April 2, 2009

**Purchasing Office
RECOMMENDATION FOR COUNCIL ACTION****Item No. 22**

Subject: Authorize award and execution of a 36-month requirements supply contract with CENTEX MATERIALS, LLC, Austin, Texas for the purchase of ready-mix concrete in an estimated amount not to exceed \$255,000, with three 12-month extension options in an estimated amount not to exceed \$85,000 per extension option, for a total estimated contract amount not to exceed \$510,000.

Amount and Source of Funding: Funding in the amount of \$42,500 is available in the Fiscal Year 2008-2009 Operating Budget for the Parks and Recreation Department. Funding for the remaining 30 months of the original contract period and extension options is contingent upon available funding in future budgets.

Fiscal Note: There is no unanticipated fiscal impact. A fiscal note is not required.

For More Information: Cruz Banda, Buyer II/974-2133

Purchasing Language: Lowest bid of four bids received.

MBE/WBE: This contract will be awarded in compliance with Chapter 2-9C of the City Code (Minority Owned and Women Owned Business Enterprise Procurement Program). No subcontracting opportunities were identified; therefore, no goals were established for this solicitation.

This contract will provide for the annual supply of ready-mix concrete to be furnished and delivered to various Parks and Recreation Department (PARD) facilities on an as needed basis. The contractor will furnish and deliver four different types of concrete to various sites in quantities of at least four cubic yards per order, including Class A, two different sized exposed aggregates, and pervious concrete. PARD needs this contract for various types of installations including slabs, curbs, sidewalks, retaining walls, permanent installation of park equipment, and other various uses.

Centex Materials LLC is in compliance with Texas Commission on Environmental Quality (TCEQ) requirements.

MBE/WBE solicited: 3/0

MBE/WBE bid: 0/0

PRICE ANALYSIS

- a. Adequate competition.
- b. Fifteen notices were sent, including three MBEs. There are no known WBEs available for this commodity. Four bids were received, with one response from an MBE.
- c. The current pricing represents a 25% decrease from the last contract award in February 2006.

APPROVAL JUSTIFICATION

- a. Lowest bid received. Centex Materials, LLC is not the current supplier of these products.
- b. The Purchasing Office concurs with Park and Recreation Department's recommended award.
- c. Advertised in the Austin American-Statesman and the Internet.